

June 28, 2001

Name of Listed Company: Hitachi Cable, Ltd.
Name of the Representative: Seiji Hara
President and Representative Director
Stock Exchanges where listed (section):
Tokyo Stock Exchange (First Section)
Osaka Securities Exchange (First Section)
Code Number: 5812
Contact: Shinichiro Suzumura
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The Dissolution of a Subsidiary

This is to announce that our subsidiary Direct Internet Corporation made the decision to dissolve at their June 28, 2001 Regular Shareholders Meeting. See below for details.

1. Reasons for Dissolution

Direct Internet Corp. was established in 1996. Since then, it has provided data transmission services using a satellite to Japan and the rest of Asia. In addition, over the past two years Direct Internet has been making every effort to revitalize its business activities by shifting toward providing satellite Contents Delivery Network (CDN) services. However, circumstance surrounding the company has been quite tough, and the performance is not expected to improve. Therefore, it was decided to dissolve the company as of June 30, 2001.

2. Direct Internet Corporation

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| (1) Head Office Address: | 1-7-5 Ginza, Chuo-ku, Tokyo |
| (2) Representative: | Ryuichi Hanaoka, Representative Director |
| (3) Capital | ¥400 million |
| (4) Controlling Share: | Hitachi Cable, Ltd., 100% |

- (5) Sales: ¥205 million (for the period ending March 2001)
- (6) Employees: 13 (as of June 20, 2001)
- (7) Founding Date: November 7, 1996

3. Schedule of Dissolution

Dissolution procedures are expected to be completed by mid-December, 2001.

4. Future Outlook

The effect of the dissolution is immaterial to the consolidated result.

(Reference)

Forecast consolidated results for fiscal year 2002 (as reported on April 26, 2001) and fiscal year 2001 results

	Period Ending March 2002	Period Ending March 2001
Consolidated Sales	430,000 million yen	410,394 million yen
Consolidated Operating Income	24,500 million yen	25,604 million yen
Consolidated Net Income	13,000 million yen	8,443 million yen

Forecast non-consolidated results for fiscal year 2002 (as reported on April 26, 2001) and fiscal year 2001 results

	Period Ending March 2002	Period Ending March 2001
Sales	350,000 million yen	330,426million yen
Operating Income	19,000 million yen	19,385million yen
Net Income	10,000 million yen	7,110million yen